

Southwest Gas Corporation

2007-2008 Winter Preparedness

- **Operations - Jim Wunderlin, VP/Engineering**
 - **System Modeling Results**
 - **Contingency Planning**
 - **EPNG Coordination**
- **Gas Supply - Bill Moody, VP/Gas Resources**
 - **2007/2008 Portfolio Summary**

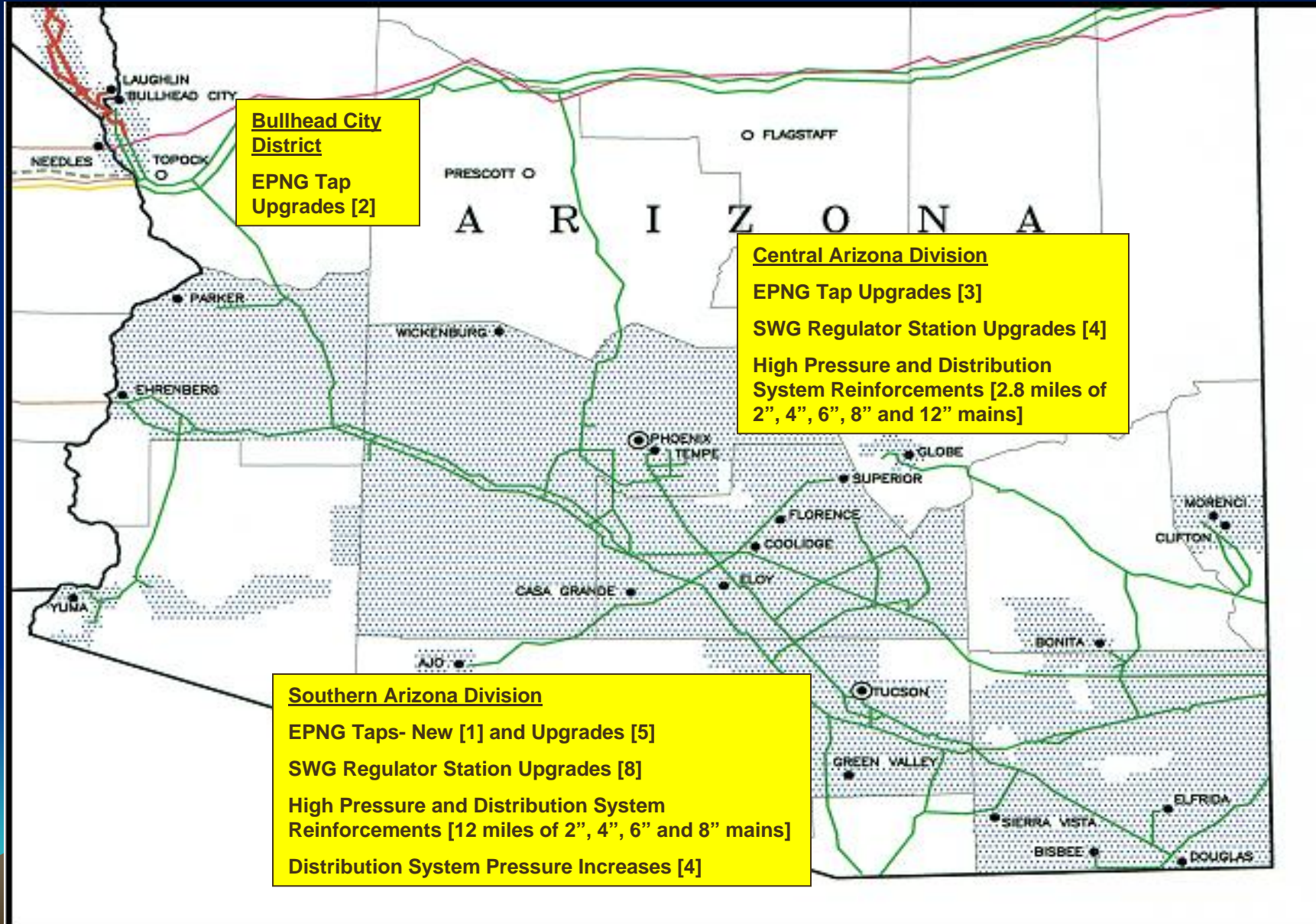


2007-2008 Winter Preparedness - Operations

- **System Modeling Results**
 - EPNG Tap Upgrades
 - SWG Regulator Station Upgrades
 - System Improvements
 - HP and Distribution System Reinforcements
 - Distribution System Pressure Increases
 - Additional Pressure Monitoring



System Modeling Results



2007-2008 Winter Preparedness - Operations

- **Contingency Planning**
 - CNG Trailers



2007-2008 Winter Preparedness - Operations

- **EPNG Coordination**
 - Emergency Contact Information
 - Meetings
 - Reviewed all Taps
 - Planned Winter Operations
 - Prioritized Future Work

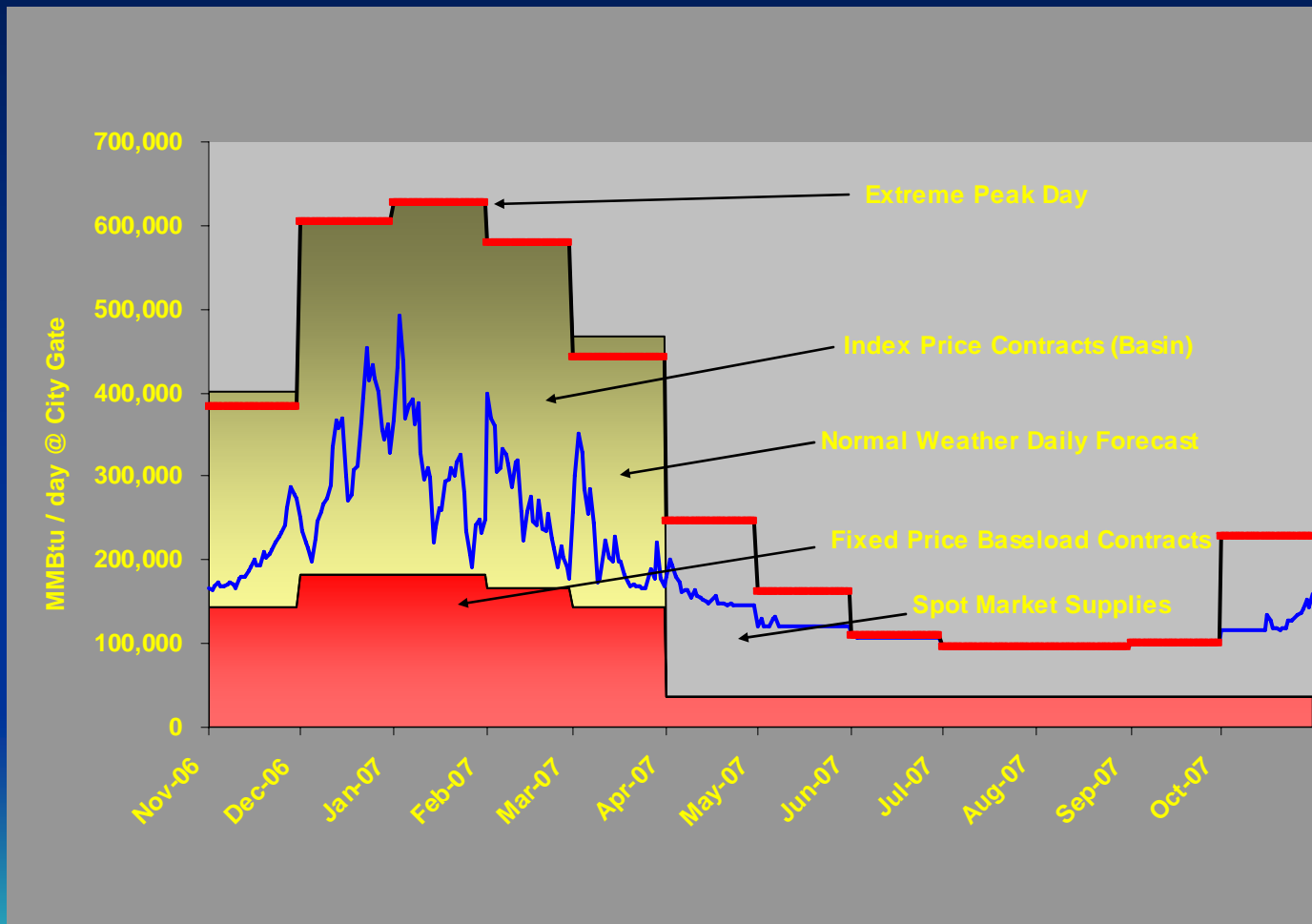


Portfolio Method

- Firm contracts for both capacity and gas supply to meet design peak day
- 50% of normal load purchased at fixed price
 - Purchased 6 to 18 months in advance
 - Go to market every 4 to 6 weeks
- Remainder is firm market index contracts
- **2007/2008 portfolio complete**



Arizona Portfolio Profile



Arizona Price Stability Program

	Winter (Nov. thru March)	Annual
06/07 APSP	\$ 8.49	\$ 8.21
07/08 APSP	8.24	7.99
07/08 Futures Strip (approximately)	7.00	7.10

